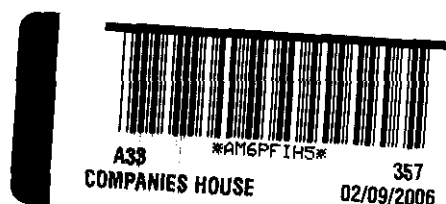


A.T.M. Limited

Financial statements

For the year ended 30 November 2005

Grant Thornton 



Company No. 1473629

Company information

Company registration number	1473629
Registered office	Knaves Beech Estate Loudwater Buckinghamshire HP10 9QY
Directors	Mr R Brittain Mr K Wilcox
Secretary	Mr R Brittain
Bankers	Barclays Bank Plc Edgware Road Branch PO Box 15161 50 Pall Mall London SW1Y 5AX
Solicitors	Lovetts plc 56-58 Chertsey Street Guildford Surrey GU1 4HL
Auditors	Grant Thornton UK LLP Chartered Accountants Registered Auditors Churchill House Chalvey Road East Slough Berkshire SL1 2LS

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Report of the directors

The directors present their report and the financial statements of the company for the year ended 30 November 2005.

Principal activities and business review

The company is principally engaged in providing quality services in support of computing technology.

There was a profit for the year after taxation amounting to £61,664 (2004: profit £217).

Results and dividends

The trading results for the year and the company's financial position at the end of the year are shown in the attached financial statements.

The directors have not recommended a dividend.

The directors and their interests in the shares of the parent company

The directors who served the company during the year together with their beneficial interests in the shares of the parent company were as follows:

		Ordinary Shares in the parent company	
		At	At
		30 November 2005	1 December 2004
Mr R Brittain		1	1
Mr K Wilcox		-	-
Mr L See	(Died 20 March 2005)	-	-
		<hr/>	<hr/>

The directors' interests in the parent undertaking are disclosed in the financial statements of that company.

Directors' responsibilities

United Kingdom company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that year. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records, for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.


Auditors

A resolution to re-appoint Grant Thornton as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

BY ORDER OF THE BOARD

Mr R Brittain
Secretary

22.08.06



Report of the independent auditors to the members of A.T.M. Limited

We have audited the financial statements of A.T.M. Limited for the year ended 30 November 2005 which comprise the principal accounting policies, profit and loss account, balance sheet and notes 1 to 21. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the report of the directors and the financial statements in accordance with United Kingdom law and accounting standards are set out in the statement of directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom auditing standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the report of the directors is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read other information contained in the report of the directors and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of opinion

We conducted our audit in accordance with United Kingdom auditing standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

Report of the independent auditors to the members of A.T.M. Limited (continued)

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 30 November 2005 and of its profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.



GRANT THORNTON UK LLP
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS
LONDON THAMES VALLEY OFFICE
SLOUGH

30.08.06
.....

Principal accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention.

Going Concern

Whilst the company continues to have significant net assets of £223,601, the directors recognise that the company will need to support its parent undertaking in the short term in order for it to meet its obligations in respect of a lease commitment. The directors confirm that this support will be provided through normal trading operations.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is wholly owned and its parent publishes a consolidated cash flow statement.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts. Provision is made for unexpired periods of service contracts extending beyond the accounting period.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Property	- 20% per annum
Fixtures & Fittings	- 20% per annum
Equipment	- 10-20% per annum

Stocks

Stocks are valued at the lower of cost and net realisable value. Stock items are available for repeated use and consequently are written off over 3 years.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exception:

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Profit and loss account

	Note	2005 £	2004 £
Turnover	1	5,211,831	6,313,471
Cost of sales		3,775,161	4,530,963
Gross profit		<u>1,436,670</u>	<u>1,782,508</u>
Other operating charges	2	1,458,092	1,772,153
Exceptional item	3	(85,138)	-
Operating profit	3	<u>63,716</u>	<u>10,355</u>
Interest receivable		-	4,062
Interest payable and similar charges	6	(2,052)	(13,039)
Profit on ordinary activities before taxation		<u>61,664</u>	<u>1,378</u>
Tax on profit on ordinary activities	7	-	-
Profit on ordinary activities after taxation		<u>61,664</u>	<u>1,378</u>
Dividends	8	-	1,161
Retained profit for the financial year		<u>61,664</u>	<u>217</u>
Balance brought forward		161,857	161,640
Balance carried forward		<u>223,521</u>	<u>161,857</u>

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the year as set out above.

The accompanying accounting policies and notes form part of these financial statements.

Balance sheet

	Note	2005 £	2004 £
Fixed assets			
Tangible assets	9	527,270	630,618
Current assets			
Stocks	10	346,336	412,820
Debtors	11	1,155,884	791,569
Cash at bank		527,953	530,136
		<u>2,030,173</u>	<u>1,734,525</u>
Creditors: amounts falling due within one year	12	1,337,188	1,312,927
Net current assets		<u>692,985</u>	<u>421,598</u>
Total assets less current liabilities		<u>1,220,255</u>	<u>1,052,216</u>
Provisions for liabilities			
Other provisions	14	996,654	890,279
		<u>223,601</u>	<u>161,937</u>
Capital and reserves			
Called-up equity share capital	18	80	80
Profit and loss account		223,521	161,857
Shareholders' funds	19	<u>223,601</u>	<u>161,937</u>

These financial statements were approved by the directors on 22/08/06 and are signed on their behalf by:

Mr R Brittain
Director

Notes to the financial statements

1 Turnover

The turnover and profit before tax are attributable to the one principal activity of the company.
An analysis of turnover is given below:

	2005 £	2004 £
United Kingdom	<u>5,211,831</u>	<u>6,313,471</u>

2 Other operating charges

	2005 £	2004 £
Administrative expenses	<u>1,458,092</u>	<u>1,772,153</u>

3 Operating profit

Operating profit is stated after charging:

	2005 £	2004 £
Depreciation of owned fixed assets	103,348	123,623
Auditors' remuneration:		
Audit fees	14,800	11,100
Non-audit fees	<u>2,750</u>	<u>2,050</u>

The exceptional item relates to the write back of a creditor balance owed to Pulse Service Centre Limited, as follows:

Original value of creditor	£145,138
Full and final settlement of balance	(60,000)
Write back of creditor	<u>£85,138</u>

4 Directors and employees

The average number of staff employed by the company during the financial year amounted to:

	2005 No	2004 No
Number of production staff	<u>89</u>	<u>113</u>

The aggregate payroll costs of the above were:

	2005 £	2004 £
Wages and salaries	2,463,276	3,267,662
Social security costs	227,916	281,049
Other pension costs	94,838	103,040
	<u>2,786,030</u>	<u>3,651,751</u>

5 Directors

Remuneration in respect of directors was as follows:

	2005 £	2004 £
Emoluments receivable	145,113	204,620
Value of company pension contributions to money purchase schemes	8,163	11,010
	<u>153,276</u>	<u>215,630</u>

Emoluments of highest paid director:

	2005 £	2004 £
Total emoluments (excluding pension contributions)	79,180	75,935
Value of company pension contributions to money purchase schemes	4,508	4,200
	<u>83,688</u>	<u>80,135</u>

The number of directors who accrued benefits under company pension schemes was as follows:

	2005 No	2004 No
Money purchase schemes	<u>2</u>	<u>4</u>

6 Interest payable and similar charges

	2005 £	2004 £
Interest payable on bank borrowing	<u>2,052</u>	<u>13,039</u>

7 Taxation on ordinary activities

Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 19% (2004 - 19%).

	2005 £	2004 £
Profit on ordinary activities before taxation	<u>61,664</u>	<u>1,378</u>
Profit/(loss) on ordinary activities by rate of tax	11,717	(2,588)
Expenses not deductible for tax purposes	2,809	2,828
Capital allowances for period in excess of depreciation	(20,988)	(17,100)
Accumulation of tax losses	5,626	12,948
Other timing differences	836	3,912
Total current tax	<u>-</u>	<u>-</u>

8 Dividends

No dividend has been recommended for the year ended 30 November 2005.

9 Tangible fixed assets

	Equipment £	Leasehold property £	Fixtures and fittings £	Total £
Cost				
At 1 December 2004 and 30 November 2005	<u>1,085,657</u>	<u>13,000</u>	<u>94,954</u>	<u>1,193,611</u>
Depreciation				
At 1 December 2004	466,322	13,000	83,671	562,993
Charge for the year	98,260	-	5,088	103,348
At 30 November 2005	<u>564,582</u>	<u>13,000</u>	<u>88,759</u>	<u>666,341</u>
Net book value				
At 30 November 2005	<u>521,075</u>	<u>-</u>	<u>6,195</u>	<u>527,270</u>
At 30 November 2004	<u>619,335</u>	<u>-</u>	<u>11,283</u>	<u>630,618</u>

10 Stocks

	2005 £	2004 £
Raw materials	<u>346,336</u>	<u>412,820</u>

11 Debtors

	2005 £	2004 £
Trade debtors	864,331	513,732
Amounts owed by group undertakings	91,719	99,040
Other debtors	65,295	67,460
Prepayments and accrued income	134,629	111,337
	<u>1,155,884</u>	<u>791,569</u>

12 Creditors: amounts falling due within one year

	2005 £	2004 £
Trade creditors	452,586	415,689
Amounts owed to group undertakings	60,000	287,193
Other taxation and social security	239,263	198,832
Proposed dividends	–	1,161
Accruals and deferred income	585,339	410,052
	<u>1,337,188</u>	<u>1,312,927</u>

13 Pensions

The company operates a number of defined contribution pension arrangements for the benefit of the directors and employees. The assets of those arrangements are administered by trustees in a fund independent from the group

14 Other provisions

	Deferred revenue £
Balance brought forward	890,279
Increase in deferred revenue	<u>106,375</u>
Balance carried forward	<u>996,654</u>

15 Leasing commitments

At 30 November 2005 the company had annual commitments under non-cancellable operating leases as set out below.

	2005		2004	
	Land & Buildings £	Other Items £	Land & Buildings £	Other Items £
Operating leases which expire:				
Within 1 year	42,500	-	-	-
Within 2 to 5 years	-	-	126,500	101,475
	<u>42,500</u>	<u>-</u>	<u>126,500</u>	<u>101,475</u>

16 Contingent liabilities

There were no contingent liabilities at 30 November 2005 or 30 November 2004.

17 Related party transactions

As a wholly owned subsidiary of Technology Management Group plc, the company is exempt from the requirements of Financial Reporting Standard No. 8 to disclose transactions with other members of the group headed by Technology Management Group plc.

18 Share capital

Authorised share capital:

	2005 £	2004 £
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	2005 No	£	2004 No	£
Ordinary shares of £1 each	<u>80</u>	<u>80</u>	<u>80</u>	<u>80</u>

19 Reconciliation of movements in shareholders' funds

	2005 £	2004 £
Profit for the financial year	61,664	1,378
Dividends	-	(1,161)
	<u>61,664</u>	<u>217</u>
Opening shareholders' equity funds	161,937	161,720
Closing shareholders' equity funds	<u>223,601</u>	<u>161,937</u>

20 Capital commitments

The directors have confirmed that there were no capital commitments at 30 November 2005 or 30 November 2004.

21 Ultimate parent company and controlling party

The directors consider that the ultimate parent undertaking of this company is Technology Management Group plc, incorporated in Great Britain.

The largest and smallest group undertaking for which the group accounts have been produced is that headed by Technology Management Group plc.